

FISCAL NOTE

HB 2285 - SB 2270

April 1, 2005

SUMMARY OF BILL: Authorizes the Commissioner of the Department of Revenue to establish a period of amnesty, not to exceed 60 days in duration, or ending later than December 31, 2005, for a person who has failed to pay any tax liability, to remit such taxes on or before the last day of the amnesty period without the imposition of any penalties otherwise imposed. Authorizes a five percent penalty, in addition to all other penalties, for any tax liability eligible to be satisfied during this amnesty period which is not satisfied during the amnesty period.

ESTIMATED FISCAL IMPACT:

Increase State Revenues – Exceeds \$100,000

Increase State Expenditures - \$44,000 One-Time


Increase Local Govt. Revenues – Exceeds \$100,000

Assumptions:

- No person is entitled to a waiver of penalty unless full payment of the tax is made in accordance with rules and procedures established by the commissioner.
- Does not apply to individuals under civil audit or criminal investigation for any state tax matter.
- The fiscal impact of this bill is dependent on the number of taxpayers that would be eligible, the number of taxpayers that would take advantage of the amnesty period, and the extent of their collective tax liability.
- Enactment of this bill should increase state and local government revenues by unknown amounts. However, such increases can be reasonably estimated to exceed \$100,000.
- One-time state expenditures for computer programming and software modifications are estimated at \$44,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James W. White, Executive Director

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